

## **INFORMATIONAL MATERIALS REGARDING FUNDING OF AGING & DISABILITY RESOURCE CENTERS**

The Department of Health and Family Services' 2007-09 budget request includes funding to expand ADRCs to cover 75 percent of the state population. The request is based on a cost model that includes the elements that are used in calculating the cost of operating an ADRC serving 1% of the state population over age 18. The attached chart identifies by county the size and percentage of the county population over age 18. By multiplying the percentage and the cost per 1% in the cost model, the funding level for each county can be calculated. Amounts are separated between state and federal funding. Federal amounts are an estimate of what will be generated by 100% time reporting, based on current experience.

For smaller counties, it is recognized that funding based on 1% of population alone would be inadequate to meet the requirements of a fully functional ADRC. To maximize resources and to achieve efficiencies of a larger scale operation, we very much encourage two or more counties to collaborate to form a multi-county ADRC. Where this collaboration between counties occurs, the Department is committed to ensure that adequate operational funding is available for the ADRC.

All figures represent the first stage of the budget development process, which may be changed before the final budget is passed. The biennial budget is prepared by the Governor and acted on by the Legislature to fund the two-year period beginning July 1, 2007. Calendar year 2007 levels are presented for the current ADRCs, using the same cost model.

The Department's budget request assumes all funding is phased in - 85% available for the first six months or until the ADRC is fully functional and 100% thereafter. Funding for operating ADRCs is on a calendar year (January through December) basis.

Priority for ADRC funding will be given to counties where a Family Care or Partnership program is prepared to begin enrollment within two months. Other ADRCs will be considered for funding if their planning moves ahead of the development of managed care organizations. Additional planning funds are not available at this time. However, technical assistance and consultation can be requested at no cost to counties through an agreement with Organizational Skills Associates.

Address additional questions to:

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**This information provides ADRC planning committees with the method used to estimate costs of an ADRC. Funds will be awarded based on total cost per 1% of the adult population in the state. Presently, the figure being used for planning is \$481,971 per 1% of the statewide adult population when the ADRC is fully functional. Please note that this information is subject to change during the budget process.**

### **How the ADRC Budget Is Constructed**

DHFS has prepared an Aging and Disability Resource Center budget request for consideration by the Department of Administration and the Governor in developing the Governor's budget recommendations as part of the 2007-09 biennial budget process. The development of the budget model is based on the experience of those fully operational ADRCs who are meeting statutory and contractual requirements of an ADRC. Key elements of the cost model are:

- All core functions of the ADRC were separately identified.
- Average length of time performing each function for each person served is estimated from ADRC experience.
- Costs of social work and nursing staff are estimated from current ADRC experience.
- Costs of supervision, administrative costs and indirect costs are estimated based on salary and fringe costs.
- Federal matching funds are estimated based on only a few months of 100% time reporting.
- Dollar amounts are not absolute, as they are contingent on expenditures billed, the volume of persons served, the accuracy of 100% time reporting, and the amount of valid federal claims.
- Additional funding is included for costs associated with performing options counseling and enrollment functions when a Family Care CMO is operational.
- Included in the base cost is additional funding for Functional Screen-related activities.

### **How the Cost Model Is Applied for ADRC Allocations**

DHFS has determined a dollar amount that will be available to the ADRC for each **1%** of the statewide population in the service area. The population considered is adults age 18 and older.

Federal revenue included in the budget request is based on an assumption that approximately 23.6% of funds expended will qualify for the federal administrative match rate.

The budget request assumes that for a minimum of the first six months of operation, an ADRC will receive 85% of the total allocation. Standard CARS reporting is used; therefore, funds are only awarded for actual expenditures. Expenses must be for contractual costs only.

We hope that the aging units will be an integral part of the ADRC, but if not, we will ask the aging units to provide funding (via contract or MOU) to the ADRC for specified functions. The funding would be from the following programs: OAA Title III-D Preventive Health, OAA Title III-E National Family Caregiver Support and the Senior Community Services Program. The ADRC will have to assist in reporting these funds on the aging reporting system.

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9/26/2006	Total Pop. Age 18+ (est. 2004)	Share of state's 18+ pop in county	TOTAL AMT WHEN FULLY FUNCTIONAL	GPR AMOUNT (contract amt)	FED (MA) AMT (estimated)	TOTAL AMT FOR 2007 Calendar Year	GPR AMOUNT (contract amt)	FED (MA) AMT (estimated)
<b>Wisconsin</b> <u>GENERATION I</u>	4,223,009	100.0000%						
<b>Fond du Lac</b>	76,645	1.8149%	915,174	708,564	206,610	915,174	708,564	206,610
<b>Jackson</b>	15,325	0.3629%	338,818	282,387	56,431	324,883	271,744	53,139
<b>Kenosha</b>	117,430	2.7807%	1,424,529	1,107,976	316,553	1,348,006	1,049,527	298,479
<b>La Crosse</b>	84,388	1.9983%	1,072,641	845,158	227,483	1,072,641	845,158	227,483
<b>Milwaukee</b>	701,012	16.5998%	4,667,223	2,777,521	1,889,702	4,667,223	2,777,521	1,889,702
<b>Portage</b>	52,536	1.2440%	666,002	524,382	141,620	666,002	524,382	141,620
<b>Richland</b>	14,056	0.3328%	379,787	323,629	56,158	379,787	323,629	56,158
<b>Trempealeau</b>	21,316	0.5048%	379,453	321,736	57,717	360,071	306,932	53,139
<b>Marathon</b>	97,981	2.3202%	1,822,307	1,399,932	422,375	1,730,966	1,335,389	395,577
<b>Wood</b>	58,705	1.3901%						
<u>GENERATION II</u>								
<b>Barron</b>	36,232	0.8580%	413,515	315,845	97,670	352,027	268,880	83,147
<b>Brown</b>	179,982	4.2619%	2,054,130	1,568,958	485,172	1,748,691	1,335,661	413,030
<b>Calumet</b>	32,605	0.7721%	2,277,573	1,739,625	537,948	1,938,910	1,480,951	457,959
<b>Outagamie</b>	126,020	2.9841%						
<b>Waupaca</b>	40,935	0.9693%						
<b>Forest</b>	7,853	0.1860%	232,141	177,310	54,831	208,106	158,953	49,153
<b>Green</b>	26,614	0.6302%	303,745	232,002	71,743	258,580	197,505	61,075
<b>Green Lake</b>	15,163	0.3591%						
<b>Marquette</b>	12,042	0.2852%						
<b>Waushara</b>	19,644	0.4652%	534,687	408,397	126,290	455,181	347,670	107,511
<b>Manitowoc</b>	64,278	1.5221%	733,603	560,331	173,272	624,520	477,012	147,508
<b>Sheboygan</b>	87,746	2.0778%	1,001,443	764,909	236,534	852,533	651,170	201,363
<b>Racine</b>	144,515	3.4221%	1,649,347	1,259,781	389,566	1,563,595	1,194,283	369,312

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<b>Wisconsin</b>	4,223,009	100.0000%			
<b>Adams</b>	17,216	0.4077%	196,498	150,087	46,412
<b>Ashland</b>	12,949	0.3066%	147,773	112,870	34,903
<b>Bayfield</b>	12,187	0.2886%	139,096	106,243	32,854
<b>Buffalo</b>	10,847	0.2569%	123,817	94,572	29,245
<b>Burnett</b>	13,413	0.3176%	153,075	116,919	36,155
<b>Chippewa</b>	45,746	1.0833%	522,098	398,782	123,316
<b>Clark</b>	24,852	0.5885%	283,635	216,642	66,993
<b>Columbia</b>	42,486	1.0061%	484,892	370,363	114,529
<b>Crawford</b>	13,404	0.3174%	152,978	116,845	36,132
<b>Dane</b>	353,249	8.3649%	4,031,622	3,079,379	952,243
<b>Dodge</b>	68,695	1.6267%	784,014	598,835	185,179
<b>Door</b>	23,495	0.5564%	268,148	204,813	63,335
<b>Douglas</b>	34,342	0.8132%	391,944	299,370	92,574
<b>Dunn</b>	31,914	0.7557%	364,234	278,204	86,030
<b>Eau Claire</b>	73,337	1.7366%	836,994	639,301	197,693
<b>Florence</b>	4,159	0.0985%	47,474	36,261	11,213
<b>Grant</b>	38,891	0.9209%	443,862	339,025	104,837
<b>Iowa</b>	17,875	0.4233%	204,017	155,830	48,188
<b>Iron</b>	5,739	0.1359%	65,500	50,029	15,471
<b>Jefferson</b>	60,152	1.4244%	686,513	524,363	162,150
<b>Juneau</b>	19,815	0.4692%	226,141	172,728	53,413
<b>Kewaunee</b>	15,983	0.3785%	182,425	139,337	43,088
<b>Lafayette</b>	12,423	0.2942%	141,795	108,304	33,491
<b>Langlade</b>	16,589	0.3928%	189,319	144,603	44,716
<b>Lincoln</b>	23,660	0.5603%	270,031	206,251	63,780
<b>Marinette</b>	35,018	0.8292%	399,660	305,263	94,397
<b>Menominee</b>	3,033	0.0718%	34,606	26,433	8,174
<b>Monroe</b>	31,930	0.7561%	364,416	278,343	86,073
<b>Oconto</b>	29,136	0.6899%	332,528	253,987	78,541
<b>Oneida</b>	30,465	0.7214%	347,696	265,572	82,124
<b>Ozaukee</b>	64,773	1.5338%	739,253	564,646	174,607
<b>Pierce</b>	29,330	0.6945%	334,743	255,679	79,064
<b>Pepin</b>	5,742	0.1360%	65,547	50,065	15,482
<b>Polk</b>	33,891	0.8025%	386,797	295,438	91,359
<b>Price</b>	12,610	0.2986%	143,917	109,924	33,992

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<b>Wisconsin</b>	4,223,009	100.0000%			
<b>Rock</b>	117,511	2.7826%	1,341,150	1,024,379	316,771
<b>Rusk</b>	12,107	0.2867%	138,181	105,543	32,637
<b>Sauk</b>	44,617	1.0565%	509,213	388,940	120,273
<b>Sawyer</b>	13,497	0.3196%	154,038	117,655	36,383
<b>Shawano</b>	32,144	0.7612%	366,859	280,209	86,650
<b>St. Croix</b>	54,773	1.2970%	625,123	477,473	147,650
<b>Taylor</b>	15,136	0.3584%	172,739	131,939	40,800
<b>Vernon</b>	21,571	0.5108%	246,189	188,041	58,148
<b>Vilas</b>	18,262	0.4324%	208,406	159,182	49,224
<b>Walworth</b>	75,108	1.7785%	857,206	654,740	202,466
<b>Washburn</b>	13,343	0.3160%	152,301	116,329	35,973
<b>Washington</b>	94,021	2.2264%	1,073,059	819,610	253,449
<b>Waukesha</b>	283,794	6.7202%	3,238,934	2,473,919	765,015
<b>Winnebago</b>	124,756	2.9542%	1,423,837	1,087,536	336,301